# IN THE UNITED STATES BANKRUPTCY COURT FOR THE NORTHERN DISTRICT OF ILLINOIS EASTERN DIVISION

In re:	)	In Chapter 7
	)	Case No. 18 B 35437
STEVEN D. ZARLING,	)	Honorable LaShonda A. Hunt
	)	Motion Date: July 17, 2019
Debtor.	)	Motion Time: 10:00 a.m.

## **NOTICE OF MOTION**

TO: See Attached Service List

PLEASE TAKE NOTICE THAT on July 17, 2019, at the hour of 10:00 a.m., a **MOTION TO RETAIN SPECIAL COUNSEL** shall be heard before the Honorable LaShonda A. Hunt of the United States Bankruptcy Court for the Northern District of Illinois, Courtroom 719 at 219 South Dearborn, Chicago, Illinois. A copy of same is attached hereto and thereby served upon you. You may appear if you so see fit.

GOLAN CHRISTIE TAGLIA LLP

#### **AFFIDAVIT OF SERVICE**

I, Robert R. Benjamin, an attorney, certify that I caused the foregoing Notice of Motion and Motion to Retain Special Counsel to be served upon the parties who receive notice via CM/ECF, by e-mail and first class mail postage prepaid sent from 70 W. Madison Street, Suite 1500, Chicago, IL 60602 on June 17, 2019.

/s/Robert R. Benjamin
Robert R. Benjamin

GOLAN CHRISTIE TAGLIA LLP Attorneys for Movant 70 W. Madison Street, Suite 1500 Chicago, Illinois 60602 312-263-2300

### **SERVICE LIST**

Richard J Mason
McGuire Woods LLP

77 West Wacker Drive

Suite 4100

Chicago, IL 60601 Via CM/ECF

PRA Receivables Management, LLC

PO Box 41021 Norfolk, VA 23541 Via CM/ECF

Bank of America

Bankruptcy Department

PO Box 982284

El Paso, TX 79998-2238

Via Regular Mail

Capital One

1500 Capital One Way Richmond, VA 23060 Via Regular Mail

Care Rehab & Orthopaedic Products

PO Box 580

Mc Lean, VA 22101 Via Regular Mail

Citi

PO Box 6500

Sioux Falls, SD 57117-6500

Via Regular Mail

Citibank NA PO Box 769006

San Antonio, TX 78245

Via Regular Mail

Commerce Bank

PO Box 419248 Kansas City, MO 64141 Via Regular Mail Steven D. Zarling c/o David M Siegel

David M. Siegel & Associates

790 Chaddick Drive Wheeling, IL 60090

Via CM/ECF

Alexian Brothers Medical Center

800 Biesterfield Rd.

Elk Grove Village, IL 60007

Via Regular Mail

Barclays Bank Delaware

125 S. West St.

Wilmington, DE 19801 Via Regular Mail

Cap1/Best Buy PO Box 6497

Sioux Falls, SD 57117 Via Regular Mail

Chase

PO Box 15298

Wilmington, DE 19850

Via Regular Mail

Citi

PO Box 6241

Sioux Falls, SD 57717 Via Regular Mail

Commerce Bank PO Box 411036

Kansas City, MO 64141-1036

Via Regular Mail

Commerce Bank

1045 Executive Parkway St. Louis, MO 63141 Via Regular Mail Creditors Discount & Audit (RETA) 415 E. Main St. PO Box 213 Streator, IL 61364 Via Regular Mail

Dr. Grochowski 911 N. Plum Grove Rd. Unit B Schaumburg, IL 60173 Via Regular Mail

FINGERHUT/WEBBANK 6250 Ridgewood Rd. Saint Cloud, MN 56303 Via Regular Mail

Illinois Bone & Joint 135 S LaSalle Dpt. 1052 Chicago, IL 60674-1052 Via Regular Mail

Midwest Sports Medicine 901 W. Biesterfield Rd., Ste. 300 Elk Grove Village, IL 60007 Via Regular Mail

OAD Orthopaedics Ltd 27650 Ferry Rd Warrenville, IL 60555 Via Regular Mail

Radiological Consult. of Woodstook 9410 Compubill Drive Orland Park, IL 60462 Via Regular Mail

Rush University Medical Center Rush Behavioral Systems 2001 Butterfield Rd., #220 Downers Grove, IL 60515 Via Regular Mail

Sherman Hospital PO Box 582663 Modesto, CA 95358 Via Regular Mail Discover Bank PO Box 15316 Wilmington, DE 19850 Via Regular Mail

Fingerhut PO Box 1250 Saint Cloud, MN 56395-1250 Via Regular Mail

Glen Oaks Hospital PO Box 4657 Hinsdale, IL 60522 Via Regular Mail

Illinois Spine Institute 1990 E. Algonquin Rd. Schaumburg, IL 60173 Via Regular Mail

O'Connor Nakos 120 North LaSalle Street, 35<sup>th</sup> Floor Chicago, IL 60602 Via Regular Mail

Partners in Primary Care 1545 Hicks Rd. Rolling Meadows, IL 60008 Via Regular Mail

Rehabilitation Institute of Chicago 1030 N. Clark St., #500 Chicago, IL 60610 Via Regular Mail

Sears/CBNA P.O. BOX 6282 Sioux Falls, SD 57117 Via Regular Mail

# IN THE UNITED STATES BANKRUPTCY COURT FOR THE NORTHERN DISTRICT OF ILLINOIS EASTERN DIVISION

In re:	)	In Chapter 7
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STEVEN D. ZARLING,	)	Honorable LaShonda A. Hunt
	)	Motion Date: July 17, 2019
Debtor.	)	Motion Time: 10:00 a.m.

## MOTION TO RETAIN SPECIAL COUNSEL

Richard Mason (the "Trustee"), not individually but as Chapter 7 Trustee of the Estate of Steven D. Zarling (the "Debtor"), pursuant to 11 U.S.C. § 327(c) of the United States Bankruptcy Code (the "Bankruptcy Code") and Federal Rules of Bankruptcy Procedure 2014, moves through putative counsel, Robert R. Benjamin, Beverly A. Berneman and Anthony J. D'Agostino, and the associates and para-professionals of Golan Christie Taglia LLP ("GCT"), for entry of an order authorizing him to retain GCT, as special counsel to pursue recovery of a pre-petition transfer of settlement proceeds by the Debtor, and in support of this Motion, states as follows:

- 1. On December 26, 2018, Debtor filed a voluntary petition for relief under Chapter 7 of Title 11 of the Bankruptcy Code ("Petition") as an individual. Trustee was appointed and immediately thereafter began his examination of Debtor's assets and liabilities.
- 2. After Debtor's initial Section 341 Meeting of Creditors, Debtor filed amended bankruptcy schedules on February 6, 2019 disclosing a February 2018 workers' compensation settlement in the amount of \$39,810.82 (the "Settlement Funds"). [Dkt. No. 12.]
- 3. Debtor asserts an exemption as to the Settlement Funds pursuant to 820 ILCS 305/21. *Id*.

- 4. On February 6, 2019, Debtor also filed an Amended Statement of Financial Affairs and disclosed that the Settlement Funds were transferred to George Zarling, Debtor's brother, in February 2018. [Dkt. No. 13.]
- 5. Pursuant to Section 327(c) of the Bankruptcy Code, the Trustee, with Court approval, may employ attorneys, accountants, appraisers, auctioneers or other professional persons, all of whom must be disinterested.
- 6. The Trustee desires to retain the services of an attorney and requests this Court to approve the retention of Robert R. Benjamin, Beverly A. Berneman and Anthony J. D'Agostino, and the associates and para-professionals of GCT to object to the exemption asserted by Debtor as to the Settlement Funds and to recover the transfer of the Settlement Funds for the benefit of the Estate.
- 7. GCT is not owed any money by the Estate nor does it have any interest adverse to the interests of this Estate or any class of creditors or equity security holders. GCT is currently representing a creditor of the Estate, Linda J. Nelson. Ms. Nelson has agreed to pay GCT for hourly services rendered for the objection to the exemption asserted by Debtor as to the Settlement Funds and recovery of the transfer of the Settlement Funds for the benefit of the Estate and shall accept a credit against our fees of any sums received as a result of the contingent fees received from representing the Trustee. Furthermore, Ms. Nelson agrees and acknowledges that she waives and releases any claims she has as a secured or lien creditor arising from Cook County Case No. 08 M2 3162, to the extent she has any right to such claims. Therefore GCT is considered a disinterested person under Section 101(13)(E) of the Bankruptcy Code. Accordingly, GCT is qualified to serve as counsel pursuant to Section 327 of the Bankruptcy Code.

- 8. The professional services to be rendered by GCT can be generally described as follows:
  - a. To render legal advice and investigation with respect to avoidance powers provided by §§ 544, 547, 548 and 550 of the Bankruptcy Code;
  - b. To evaluate and prepare an objection to Debtor's assertion of exemption over workers' compensation proceeds; and
  - c. To prepare all other necessary pleadings, orders and reports with respect to the avoidance powers and to render all other legal services as may be necessary proper therein.
- 9. Section 327(a) of the Bankruptcy Code provides that, subject to Court approval, the compensation of any professional person may be on any reasonable terms and conditions including on a retainer, hourly basis or contingent fee arrangement. GCT has agreed to accept a contingent fee of 1/3 of sums recovered on behalf of the Estate plus costs. The Trustee believes that the issues raised warrant extensive time and effort by his proposed counsel and therefore, the proposed contingency rate is reasonable.
- 10. Members of GCT are experienced bankruptcy counsel and through its retention, the Trustee will be able to properly investigate and pursue causes of action designed to ultimately provide for a distribution to creditors. In support of this motion, Trustee attaches the Affidavits of Robert R. Benjamin, Beverly A. Berneman and Anthony J. D'Agostino of GCT hereto as **Exhibits A**, **B** and **C**, respectively.

WHEREFORE, Richard Mason, not individually but as Chapter 7 Trustee of the Estate of Steven D. Zarling, prays that this Honorable Court enter an order that:

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A. Authorizes the Trustee to retain Robert R. Benjamin, Beverly A. Berneman, Anthony J. D'Agostino and the associates and para-professionals of Golan Christie Taglia LLP, as special counsel for the Trustee in the instant proceedings to investigate and proceed with matters pertaining to the avoidance powers provided by §§ 544, 547, 548 and 550 of the United States Bankruptcy Code;

- B. Finds the above-described counsel qualified to serve as counsel for the Trustee pursuant to Section 327 of the Bankruptcy Code and that said counsel are disinterested within the definition of that term under Section 101(13)(E) of said Code; and
  - C. Grants such other and further relief as this Court deems just and proper.

Dated: June 17, 2019 RICHARD MASON,

By:/s/ Robert R. Benjamin
One of his attorneys

Robert R. Benjamin (ARDC #0170429)
Beverly A. Berneman (ARDC # 6189418)
Anthony J. D'Agostino (ARDC # 6299589)
GOLAN CHRISTIE TAGLIA LLP
Attorneys for Trustee
70 West Madison, Suite 1500
Chicago, Illinois 60602
P: 312-263-2300
rrbenjamin@gct.law
baberneman@gct.law
ajdagostino@gct.law

and

RICHARD MASON,

By:/s/ Richard Mason, Trustee

Richard Mason
Chapter 7 Trustee of the Estate of Steven D. Zarling
Richard J. Mason PC
77 W. Wacker Drive
Chicago, Illinois 60601
P: 312-750-3527
rmason@mcguirewoods.com